



Ms. Stephanie L. Stumbo
Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Frankfort, Kentucky 40601

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PUBLIC SERVICE
COMMISSION

Louisville Gas and
Electric Company
State Regulation and Rates
220 West Main Street
PO Box 32010
Louisville, Kentucky 40232
www.eon-us.com

October 21, 2008

Re: *Application of Louisville Gas and Electric Company for Approval of
Sale of Property to the Louisville Arena Authority, Inc.*
Case No. 2006-00391

Rick E Lovekamp
Manager Regulatory Affairs
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Dear Ms. Stumbo:

Pursuant to the Commission's Order in the aforementioned case, Louisville Gas and Electric Company ("LG&E") hereby notifies the Commission that LG&E received proceeds of \$ 9,125,684.50 from the Louisville Arena Authority, Inc. for sale of property as described in the Memorandum of Understanding.

The following accounting entry was made in LG&E's records and is submitted in response to the requirements contained in the aforementioned case.

Account Description	Debit	Credit
Cash - 131092	\$ 9,125,684.50	
Plant In Service - 101104		\$ 368,219.94
Gain on Disposition of Property - 421101		\$ 8,757,464.56

When all transactions are final for the relocation of its facilities and the building of the transmission dispatch facilities, LG&E will file the remaining accounting entries to fulfill the requirements of the Commission's Order.

If the Commission has questions, please do not hesitate to contact me.

Sincerely,

Rick E. Lovekamp